

# **CBO's Economic Projections for 2001 Through 2011**

**Y**ear-by-year economic projections for 2001 through 2011 are shown in the accompanying tables (by calendar year in Table E-1 and by fiscal year in Table E-2). The Congressional Budget Office did not try to explicitly incorporate cyclical recessions and recoveries into its projections for

years after 2002. Instead, the projected values shown here for 2003 through 2011 reflect CBO's assessment of average values for that period—which take into account potential ups and downs in the business cycle.

**Table E-1.**  
**CBO's Year-by-Year Economic Projections for Calendar Years 2001-2011**

	Estimated 2000	Forecast		Projected								
		2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Nominal GDP (Billions of dollars)	9,974	10,446	11,029	11,623	12,206	12,809	13,439	14,100	14,796	15,525	16,308	17,132
Nominal GDP (Percentage change)	7.3	4.7	5.6	5.4	5.0	4.9	4.9	4.9	4.9	4.9	5.0	5.0
Real GDP (Percentage change)	5.1	2.4	3.4	3.3	3.0	3.0	3.0	3.0	3.0	3.0	3.1	3.1
GDP Price Index (Percentage change)	2.1	2.3	2.1	2.0	1.9	1.9	1.9	1.9	1.9	1.9	1.9	1.9
Consumer Price Index <sup>a</sup> (Percentage change)	3.4	2.8	2.8	2.7	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5
Unemployment Rate (Percent)	4.0	4.4	4.5	4.5	4.7	4.8	4.9	5.0	5.1	5.2	5.2	5.2
Three-Month Treasury Bill Rate (Percent)	5.8	4.8	4.9	5.0	4.9	4.9	4.9	4.9	4.9	4.9	4.9	4.9
Ten-Year Treasury Note Rate (Percent)	6.0	4.9	5.3	5.5	5.6	5.7	5.8	5.8	5.8	5.8	5.8	5.8
Tax Bases (Billions of dollars)												
Corporate profits <sup>b</sup>	934	929	940	972	1,013	1,048	1,085	1,127	1,184	1,240	1,308	1,374
Wages and salaries	4,770	5,031	5,319	5,605	5,883	6,169	6,468	6,782	7,111	7,456	7,827	8,217
Tax Bases (Percentage of GDP)												
Corporate profits <sup>b</sup>	9.4	8.9	8.5	8.4	8.3	8.2	8.1	8.0	8.0	8.0	8.0	8.0
Wages and salaries	47.8	48.2	48.2	48.2	48.2	48.2	48.1	48.1	48.1	48.0	48.0	48.0

SOURCES: Congressional Budget Office; Department of Commerce, Bureau of Economic Analysis; Department of Labor, Bureau of Labor Statistics; Federal Reserve Board.

NOTE: Percentage changes are year over year.

a. The consumer price index for all urban consumers.

b. Corporate profits are book profits.

**Table E-2.**  
**CBO's Year-by-Year Economic Projections for Fiscal Years 2001-2011**

	Actual 2000	Forecast		Projected								
		2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Nominal GDP (Billions of dollars)	9,828	10,319	10,880	11,477	12,059	12,656	13,279	13,932	14,619	15,338	16,109	16,922
Nominal GDP (Percentage change)	7.4	5.0	5.4	5.5	5.1	5.0	4.9	4.9	4.9	4.9	5.0	5.0
Real GDP (Percentage change)	5.4	2.7	3.2	3.4	3.1	3.0	3.0	3.0	3.0	3.0	3.1	3.1
GDP Price Index (Percentage change)	1.9	2.3	2.2	2.1	1.9	1.9	1.9	1.9	1.9	1.9	1.9	1.9
Consumer Price Index <sup>a</sup> (Percentage change)	3.2	2.9	2.8	2.8	2.6	2.5	2.5	2.5	2.5	2.5	2.5	2.5
Unemployment Rate (Percent)	4.0	4.3	4.5	4.5	4.6	4.8	4.9	5.0	5.1	5.2	5.2	5.2
Three-Month Treasury Bill Rate (Percent)	5.6	5.2	4.8	5.1	5.0	4.9	4.9	4.9	4.9	4.9	4.9	4.9
Ten-Year Treasury Note Rate (Percent)	6.2	5.1	5.1	5.5	5.6	5.7	5.7	5.8	5.8	5.8	5.8	5.8
Tax Bases (Billions of dollars)												
Corporate profits <sup>b</sup>	920	927	935	962	1,004	1,039	1,076	1,115	1,170	1,225	1,290	1,358
Wages and salaries	4,696	4,965	5,246	5,535	5,813	6,097	6,392	6,702	7,027	7,368	7,733	8,118
Tax Bases (Percentage of GDP)												
Corporate profits <sup>b</sup>	9.4	9.0	8.6	8.4	8.3	8.2	8.1	8.0	8.0	8.0	8.0	8.0
Wages and salaries	47.8	48.1	48.2	48.2	48.2	48.2	48.1	48.1	48.1	48.0	48.0	48.0

SOURCES: Congressional Budget Office; Department of Commerce, Bureau of Economic Analysis; Department of Labor, Bureau of Labor Statistics; Federal Reserve Board.

NOTE: Percentage changes are year over year.

a. The consumer price index for all urban consumers.

b. Corporate profits are book profits.